LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, MAY 16, 2006,** upon the application of **SUGAR CREEK PRODUCING COMPANY.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Travis Peak Sands of the Hosston Formation and the Cotton Valley Formation, Reservoir A,** in the Sugar Creek Field, Claiborne Parish, Louisiana.

- 1. To permit Applicant to drill, designate and utilize two (2) additional alternate unit wells for TP SUB and for CV RA SUI at the locations shown on the plats submitted with the application.
- 2. To permit Applicant to drill, designate and utilize an alternate unit well for TP SUI and an additional alternate unit well for CV RA SUH at the location shown on the plats submitted with the application.
- 3. To approve exceptions to the spacing provisions of Office of Conservation Order No. 23-H, effective January 1, 1961, and Office of Conservation Order No. 23-P, effective November 21, 1978, for any of the proposed wells, the location of which, as shown on the plats submitted with the application, does not comply with the spacing provisions in said Orders.
- 4. To find that each of the proposed wells in necessary to efficiently and economically drain a portion of the Travis Peak Sands of the Hosston Formation and the Cotton Valley Formation, Reservoir A, underlying the units on which these wells are to be located which cannot be efficiently and economically drained by any existing well within these units.
- 5. To permit the operators of TP SUB, CV RA SUI, TP SUI and CV RA SUH to produce the allowables assigned to these units from either the unit well, any alternate unit well, or from any combination of such wells, at the option of the operators.
- 6. To designate Applicant as operator of the proposed alternate unit wells for TP SUB and for CV RA SUI and to authorize Applicant to report production from such wells separately from the wells which are operated by Williamson Oil & Gas, Inc., on said units.
- 7. To consider such other matters as may be pertinent.

The Travis Peak Sands of the Hosston Formation is defined in Office of Conservation Order No. 23-H-3, effective September 22, 1977.

The Cotton Valley Formation, Reservoir A, is defined in Office of Conservation Order No. 23-P, effective November 21, 1978.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

- 10 -<u>SUGAR CREEK FIELD</u> 06-571 thru 06-574

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 4/27/06;5/2/06 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.